



**MEMORANDUM**

**TO:** Board of Trustees  
**FROM:** Patrick Bracewell  
**DATE:** September 17, 2021  
**SUBJECT:** Appraisal Update

As you know, per instruction from the District of Columbia Department of Insurance, Securities, and Banking (“DISB”), Boenning & Scattergood (“Boenning”) updated their Pro Forma Valuation of Amalgamated Casualty Insurance Company (“Updated Appraisal”). I’ve attached the Updated Appraisal for your reference. I’ve included below a high-level summary of the changes vs. the original appraisal. Please let me know if you have any questions.

**Summary of Changes: Appraisal**

	Minimum	Midpoint	Maximum
<b><u>Original Appraisal</u></b>			
Total implied shares outstanding	2,261,000	2,660,000	3,059,000
Offering price	\$ 10.00	\$ 10.00	\$ 10.00
Implied gross proceeds	22,610,000	26,600,000	30,590,000
<b><u>Updated Appraisal</u></b>			
Total implied shares outstanding	2,422,500	2,850,000	3,277,500
Offering price	\$ 10.00	\$ 10.00	\$ 10.00
Implied gross proceeds	24,225,000	28,500,000	32,775,000

**Summary of Changes: Valuation of Members’ Subscription Rights**

	Original Appraisal	Updated Appraisal
Value Per Right	\$ 0.89	\$ 0.84
Subscription rights <sup>(1)</sup>	2,660,000	2,850,000
Aggregate Value of Subscription Rights	2,367,400	2,394,000
Eligible Members	1,589	1,589
Subscription Rights Per Member	1,674	1,794
Per Member Value of Subscription Rights	\$ 1,489.87	\$ 1,506.61

(1) Equal to total implied shares outstanding at Midpoint.